

**Reinsurance (E) Task Force
Meeting Summary and Action Items
March 15, 2009**

The Reinsurance (E) Task Force met on Sunday, March 15, 2009. During this meeting, the Task Force:

- Received an update on reinsurance issues being discussed in Congress, including the Nonadmitted and Reinsurance Reform Act.
- Discussed a proposed amendment to the Credit for Reinsurance Model Law submitted by an interested party which would lower the minimum trustee surplus requirement applicable to a multiple-beneficiary trust maintained by an assuming insurer in run-off. The Task Force agreed with the proposal in principal, but proposed more conservative alternative language. The Task Force adopted a motion to expose the revised language for a 30-day comment period.
- Discussed a guidance memo and model bulletin regarding reinsurance collateral, which were developed as part of the Capital and Surplus Relief Working Group project. The Task Force adopted a motion to expose the reinsurance collateral guidance memo for a 30-day comment period, but voted not to proceed with respect to the reinsurance collateral model bulletin.
- Discussed the implementation process for the reinsurance regulatory modernization framework, including current efforts to draft federal legislation, and indicated that a draft of this legislation will be exposed for comment within a few days. The Task Force indicated that the comment period must be shortened due to the need to provide draft legislation for consideration by Congress in the current session. The Task Force also discussed various aspects of the implementation process including the need to draft model state legislation that will be required for those states who wish to act as home state or POE supervisors. The Task Force requested that interested regulators and interested parties submit comments and details regarding the standards which will be established for a state to qualify as a home state or POE supervisor. An interim Task Force meeting will be held in mid-April to receive comments on this draft legislation.

Action Items:

1. Adopted a motion to expose for comment a proposed amendment to the Credit for Reinsurance Model Law regarding the minimum trustee surplus requirement applicable to a multiple-beneficiary trust maintained by an assuming insurer in run-off.
2. Adopted a motion to expose for comment the reinsurance collateral guidance memo for comment.